

## Message Text

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62

ORIGIN XMB-04

INFO OCT-01 EA-09 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-01 INR-07 NSAE-00 USIA-15 TRSE-00 OPIC-06 SP-02

CIEP-02 LAB-04 SIL-01 OMB-01 /065 R

DRAFTED BY XMB/DBSMITH

APPROVED BY EB/IFD/ODF:RANDOLPH A. SWART

XMB:CEHOUSTON

EA/K:PHILLIP MAYHEW (INFO)

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R 050101Z MAR 76

FM SECSTATE WASHDC

TO AMEMBASSY SEOUL

UNCLAS STATE 053571

E.O. 11652: N/A

TAGS: ETRD EFIN, KS

SUBJECT: EXIMBANK FINANCING OF HYUNDAI INTERNATIONAL INC.

1. EXIMBANK TODAY SENT THE FOLLOWING CABLE TO THE KOREAN EMBASSY HERE IN WASHINGTON: QUOTE. EXIMBANK HAS AUTHORIZED A LOAN/GUARANTEE TO HYUNDAI INTERNATIONAL INC. COVERING 60 PERCENT OF THE U.S. COSTS FOR NUMERICALLY CONTROLLED MACHINE TOLLS AND OTHER EQUIPMENT TO PRODUCE RAILROAD WHEEL AND DOZER-TYPE SPROCKETS AND BOGIE ASSEMBLIES. TERMS CALL FOR A DOL 780,000 OR 10 PERCENT CASH PAYMENT, EXIMBANK DIRECT CREDIT OF DOLS 2,340,000 OR 30 PERCENT, PRIVATE FINANCING OF DOLS 2,340,000 OR 30 PERCENT GUARANTEED BY EXIMBANK, AND PRIVATE FINANCING OF DOLS 2,340,000 OR 30 PERCENT NOT GUARANTEED. REPAYMENT WOULD BE IN 12 SEMIANNUAL INSTALLMENTS BEGINNING NOT LATER THAN JULY 20, 1978, WITH THE NON-GUARANTEED PORTION BEING REPAYED IN THE FIRST FOUR INSTALLMENTS, THE GUARANTEED PORTION BEING REPAYED IN THE NEXT FOUR INSTALLMENTS, AND EXIMBANK REPAYED IN THE LAST FOUR INSTALLMENTS. THE EXIMBANK LOAN AND GUARANTEE

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WOULD BE FULLY GUARANTEED BY THE KOREA EXCHANGE BANK. THE INTEREST

ON THE EXIMBANK CREDIT WILL BE AT THE RATE OF  
8 1/2 PERCENT PER ANNUM AND THERE WILL BE A COMMITMENT FEE OF  
1/2 OF 1 PERCENT PER ANNUM. THE EXIMBANK GUARANTEE FEE WILL BE  
1.5 PERCENT PER ANNUM AND THE GUARANTEE COMMITMENT FEE WILL BE  
.125 PERCENT. WOULD YOU PLEASE CABLE YOUR GOVERNMENT FOR  
CONCURRENCE. UNQUOTE  
KISSINGER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** EQUIPMENT, BANK LOANS, CREDIT GUARANTEES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 05 MAR 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE053571  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** DBSMITH  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760083-0916  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1976/newtext/t19760390/aaaadbh.tel  
**Line Count:** 68  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN XMB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** ShawDG  
**Review Comment:** n/a  
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**Review Date:** 20 JUL 2004  
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**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** EXIMBANK FINANCING OF HYUNDAI INTERNATIONAL INC.  
**TAGS:** ETRD, EFIN, KS, XMB, HYUNDAI INTERNATIONAL INC  
**To:** SEOUL  
**Type:** TE  
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